Seat No.:	Enrolment No.

GUJARAT TECHNOLOGICAL UNIVERSITY B.PLAN - SEMESTER-II EXAMINATION – WINTER 2015

Subje	ct Co	de: 1025501	Date: 07/12/2015	
Subje	ct Na	me: Elements of Economics		
Time: 02:30pm to 04:30pm			Total Marks: 50	
Instruct				
		tempt all questions.		
		ake suitable assumptions wherever necessary.		
	э. гц	gures to the right indicate full marks.		
Q.1	(a)	(1) Markets are defined as the collection of _	, that determine the	06
		price of a good or set of goods.		
		(a) Exporters	(b) buyers and sellers	
		(c) shops	(d) goods	
		(2) The Cost represents the tot	al expenses paid out even when no	
		output is produced.		
		(a) Maximum	(b) Fixed	
		(c) Marginal	(d) Variable	
		(3) Land and Labour are theof pr	oduction.	
		(a) Factors	(b) Components	
		(c) Elements	(d) Products	
		(4) In a market the producers s	sell 'identical' products.	
		(a) Common	(b) Perfectly Competitive	
		(c) Imperfectly Competitive	(d) Rural	
		(5) The concept of ' ' was put forward	l by Adam Smith	
		(a) Visible Hand	(b) Macroeconomics	
		(c) God's Hand	(d) Invisible Hand	
		(6) GDP stands for		
		(a) Gross Domestic Parameter	(b) Gross Domestic Product	
		(c) Gross Disinvestment Product	(d) Growth Domestic Product	
	(h)	Define following terms: (Any Four)		04
	(0)	(1) Macroeconomics		04
		(2) Microeconomics		
		(3) Economics		
		(4) Primary sector		
		(5) Total Product		
		(3) Total Froduct		
Q.2	(a)	What do you understand by the term 'fa important?	actors of Production'? Why are they	05
	(b)	What is Economics? What is its importance	in planning?	05

	(b)	List down the factors of production required for manufacturing 'sugar'.	05
Q.3	(a)	What are the different categories of the sectors of economy on the basis of ownership, nature of activity and conditions of workers?	05
	(b)	Which factors influence the Price Elasticity of Demand?	05
Q.3	(a)	OR Explain 'Law of Demand' with proper sketch.	05
	(b)	Explain 'Law of Supply' with proper sketch.	05
Q.4	(a)	Define: Fixed Cost, Variable Cost, Total Cost, Average Cost, Marginal Cost	05
	(b)	Identify factors which will influence the demand of motor cars? What are the factors which influence the supply of a fruit juice? OR	05
Q.4	(a)	What is the Law of Diminishing Returns? Give any one example in detail.	05
	(b)	Explain what are GDP and GNP.	05
Q.5	(a)	What are the different types of imperfectly competitive market? Give at least one example of products for each type of market	05
	(b)	What are the sources of market imperfection?	05
		OR	
Q.5	(a)	What is national income? What are the indicators used to measure national income?	05
	(b)	Write in a tabular format difference between monopoly and oligopoly types of competition with respect to number of producers, degree of product differentiation and degree of firm's control over prices.	05
